GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4114
ANSWERED ON:09.12.2016
Capital Account Convertibility
Raju Shri Gokaraju Ganga

Will the Minister of FINANCE be pleased to state:

4114: DR. GOKARAJU GANGA RAJU
Will the Minister of FINANCE be pleased to state:
(a) whether the Government proposes to allow full Capital Account Convertibility in order to deepen capital markets;
(b) if so, the details thereof; and if not, the reasons therefor; and
(c) the extent to which the said move is likely to benefit Indian economy?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI ARJUN RAM MEGHWAL)
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(a) to (c): The Government has been following a gradual and cautious approach in opening up the capital account. It is being progressively liberalized in accordance with the evolving macro- economic conditions and the requirements of Indian industries, individuals and financial sectors. However, there is no target date for achieving full capital account convertibility. The progress on capital account convertibility will depend on how the domestic macro-economic conditions as well as global financial situation evolve.